# Northern District of California

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UNITED STATES DISTRICT COURT	
NORTHERN DISTRICT OF CALIFORNIA	۸

# QUICKLOGIC CORPORATION,

Plaintiff,

v.

KONDA TECHNOLOGIES, INC., et al., Defendants.

Case No. 21-cv-04657-JSW

## ORDER DENYING MOTIONS TO **DISMISS**

Re: Dkt. Nos. 19, 20

Now before the Court are the motions to dismiss the complaint for declaratory judgment of non-infringement and non-breach of contract filed by Defendants Konda Technologies, Inc. and Venkat Konda ("Defendants"). Defendants move to dismiss this declaratory relief action on the basis that the Court lacks subject matter jurisdiction in that a "case of actual controversy" amongst the parties does not currently exist pursuant to Article III, Section 2 of the U.S Constitution and 28 U.S.C. Section 2201(a).

Based on this Court's review of the record, the Court finds that substantial controversy exists between the parties and therefore that there is subject matter jurisdiction for the declaratory relief action. Although the controversy between the parties began with an inquiry, the sending of a cease and desist letter constitutes pre-suit notice for an imminent lawsuit. The informal dispute resolution provision in the parties' 2010 Agreement does not provide for continuing meet and confer requirements once a cease and desist letter has been sent. Accordingly, whether it was Plaintiff or Defendants who refused to conform their behavior to the meet and confer requirements of their agreement, the facts in the record establish that, with the filing of the cease and desist letter dated May 20, 2021, the controversy between the parties was substantial enough to provide jurisdiction for a declaratory relief action. See, e.g., Prasco, LLC v. Medicis Pharm. Corp. 527

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United States District Court Northern District of California

F.3d 1329, 1336 (Fed. Cir. 2008) (holding that the test for finding jurisdiction based on a substantial controversy is not a bright line rule, but instead depends on whether "the facts alleged, under all of the circumstances, show that there is a substantial controversy between the parties having adverse legal interests, of sufficient immediacy and reality to warrant the issuance of declaratory judgment"). The letter explicitly demanded that without action, Defendants "will have no other choice but to pursue all legal causes of action" and indicated that the letter served "as a pre-suit notice for a lawsuit to protect our interests."

Accordingly, the Court finds there is a sufficient case or controversy to bestow federal subject matter jurisdiction for this declaratory relief action. Defendants' motions to dismiss are therefore DENIED.

Further, the Court HEREBY SETS a case management conference for February 11, 2022 at 11:00 a.m. The parties shall submit a joint case management conference statement by no later than February 4, 2022.

### IT IS SO ORDERED.

Dated: January 3, 2022

JEFF EY S. WAITE United States District Judge

fry & White